

Name: _____ **Date:** _____

Chapter 2: Base knowledge worksheet

Full sentence answers are **not** required: 45 marks, 45 minutes

- 1 Give **two** differences between public and private sector businesses. (4)
 -
 -
- 2 Define the term 'entrepreneur'. (2)
- 3 State **three** reasons for starting a business. (3)
 -
 -
 -
- 4 State **four** problems faced by start-ups. (4)
 -
 -
 -
 -
- 5 Define the term 'limited liability'. (2)
- 6 Define the term 'incorporated'. (2)

- 7 State **three** advantages of being a sole trader. (3)
- -
 -
- 8 State **three** disadvantages of being a sole trader. (3)
- -
 -
- 9 State **three** advantages of forming a partnership, rather than being a sole trader. (3)
- -
 -
- 10 What is the name of the document that partners in a business are advised to sign? (1)
- 11 State **three** advantages of converting an unlimited liability business to a private limited company. (3)
- -
 -
- 12 What is the difference between a public sector business and a public limited company? (2)

- 13** Give **three** advantages of converting a very large limited company to a plc. **(3)**
- -
 -
- 14** Give **two** disadvantages of becoming a plc. **(2)**
- -
- 15** Define the term 'pressure group'. **(2)**
- 16** State **three** ways in which pressure groups may try to achieve their goals. **(3)**
- -
 -
- 17** Define the term 'social enterprise'. **(2)**
- 18** What is a command economy? **(1)**